

# College and Universities

Analyst: Freeman

## Historical Summary

<b>OPERATING BUDGET</b>	<b>FY 2005 Total App</b>	<b>FY 2005 Actual</b>	<b>FY 2006 Approp</b>	<b>FY 2007 Request</b>	<b>FY 2007 Gov Rec</b>
<b>BY FUND CATEGORY</b>					
General	225,655,900	225,598,900	228,934,100	281,621,500	239,916,800
Dedicated	155,579,200	116,233,100	125,427,300	127,677,700	133,296,700
<b>Total:</b>	<b>381,235,100</b>	<b>341,832,000</b>	<b>354,361,400</b>	<b>409,299,200</b>	<b>373,213,500</b>
Percent Change:		(10.3%)	3.7%	15.5%	5.3%
<b>BY OBJECT OF EXPENDITURE</b>					
Personnel Costs	0	257,901,500	4,247,900	1,906,200	0
Operating Expenditures	0	68,842,600	0	782,300	0
Capital Outlay	0	15,087,900	0	272,600	0
Trustee/Benefit	0	0	0	(2,961,100)	0
Lump Sum	381,235,100	0	350,113,500	409,299,200	373,213,500
<b>Total:</b>	<b>381,235,100</b>	<b>341,832,000</b>	<b>354,361,400</b>	<b>409,299,200</b>	<b>373,213,500</b>
Full-Time Positions (FTP)	3,634.80	3,619.30	3,672.55	3,781.34	3,720.34

## Division Description

Idaho's baccalaureate institutions of higher education include Boise State University in Boise, Idaho State University in Pocatello, the University of Idaho in Moscow, and Lewis-Clark State College in Lewiston.

These four year schools provide a wide variety of on and off-campus educational programs to meet the personal and professional needs of Idahoans at the baccalaureate, masters and doctoral levels. They also provide assistance to Idaho citizens through research and service programs.

Prior to FY 2006, Idaho law prohibited charging tuition to resident students for the purpose of paying for the costs of instruction. Student fees collected could only be used to pay for the non-instructional costs related to higher education (e.g. physical plant, maintenance and operation, etc.). In 2005, the legislature passed H231 which amended state law to authorize BSU, ISU and LCSC to charge tuition for instructional costs. The University of Idaho, however, is constitutionally prohibited from charging for the cost of instruction.

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## Agency Profile

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### Terms and Definitions

**Appropriated & Non-appropriated Funds:** The Legislature only appropriates about 41% of the funds that support the operating budgets of higher education. General Funds represent about 26% of the total operating budgets, appropriated student fees represent about 14%, and endowment earnings represent about 1% of the total (see Endowment Fund Investment Board agency profile in this book for a history of endowment distributions). Operating funds that are not included in the appropriation represent about 59% of the total operating budgets for the four institutions:

**Grants, Gifts and Contracts:** These funds include federal and state grants, private gifts and competitively bid contracts for specific deliverables, and Federal Direct Student Loan funds. (34% of total operating budgets)

**Auxiliary Enterprises:** These funds are institutional business enterprises such as bookstores, student housing, intercollegiate athletics, student unions, etc. (13% of total)

**Institutional Accounts:** There are literally thousands of typically small activities that charge fees or sell services (e.g. copy machines, research labs, ag sales). (13% of total)

**Consolidated Appropriation:** Although each of the four year institutions prepare and submit individual budget requests to the State Board of Education, the Board's recommendation to the Governor and the Legislature is a single consolidated budget. The Legislature traditionally has provided one consolidated appropriation for all four institutions, and then the Board distributes that appropriation by formula to each college and university.

**Enrollment Workload Adjustment:** Each year there is a budget request to keep pace with enrollment growth at the four institutions. Enrollment Workload Adjustment (EWA) is not based on student enrollment per se, but is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline.

**Funding Equity:** In 2001, the Legislature prompted the State Board of Education to examine their funding formula for equity of state funding distribution among Idaho's four-year institutions of higher education. Through a consultant, the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. Rather than redistribute existing resources, the Board has historically requested new funding totaling \$7,920,000 over five years to address "base instructional equity for BSU and ISU, and \$3,000,000 for a "science and technology adjustment", of which 77% would go to UI. No additional funding was ever provided for this purpose by the legislature, and in 2005, the appropriation for the College and Universities included legislative intent language directing the State Board of Education to complete the "process within existing and future appropriations".

**Occupancy Costs:** Those costs associated with occupying new, major general education buildings on campus. These costs include maintenance (1.5% of construction costs), custodial (1/2 position per 13,000 gross square feet), utility costs (\$1.75 per sq ft.) and other costs associated with IT maintenance, security and safety (77¢ per gross sq ft).

### Student Fees

**Matriculation Fees:** At the University of Idaho, this reflects the fees charged to students for the maintenance and operation of the institution's physical plant. UI's constitutional charter and Idaho Code prohibit charging full-time, resident students for the cost of instruction (Idaho Code §33-3717).

**Tuition:** In 2005, the legislature passed H231 which amended state law to allow tuition and fees to be collected by BSU, ISU and LCSC to cover the costs of education, including the cost of instruction (Idaho Code §33-3717A).

**Activity Fees:** All resident and non-resident students are charged a variety of fees, where applicable, including part-time fees, graduate fees, professional fees (law, medicine, architecture, etc.) summer session fees and others. These fees are unrestricted and can be used to support the primary objectives of the institution for instruction, research, extension, public service and programs that support those objectives.

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## Agency Profile

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Selected Measures	FY 2003	FY 2004	FY 2005	FY 2006	Ave. Ann. Chg
<b>1. Fall Academic Enrollment: Full-time Equivalent*</b>					
Boise State University	11,909	12,615	12,607	12,806	2.5%
Idaho State University	8,939	9,189	9,191	9,170	0.9%
University of Idaho	10,672	11,073	11,040	10,791	0.4%
Lewis-Clark State College	<u>1,870</u>	<u>2,039</u>	<u>2,127</u>	<u>2,126</u>	<u>4.4%</u>
<b>Total</b>	<b>33,390</b>	<b>34,916</b>	<b>34,965</b>	<b>34,893</b>	<b>1.5%</b>
<b>2. Fall Academic Enrollment: Headcount (full and part time students)</b>					
Boise State University	16,581	17,245	17,358	17,614	2.0%
Idaho State University	11,935	12,218	12,551	12,762	2.3%
University of Idaho	12,423	12,894	12,824	12,476	0.2%
Lewis-Clark State College	<u>2,363</u>	<u>2,637</u>	<u>2,555</u>	<u>2,653</u>	<u>4.1%</u>
<b>Total</b>	<b>43,302</b>	<b>44,994</b>	<b>45,288</b>	<b>45,505</b>	<b>1.7%</b>
<b>3. Annual Undergraduate Resident Student Fees</b>					
Boise State University	\$2,984	\$3,251	\$3,520	\$3,872	9.1%
Idaho State University	3,136	3,448	3,700	4,000	8.5%
University of Idaho	3,044	3,348	3,632	3,968	9.2%
Lewis-Clark State College	<u>2,852</u>	<u>3,126</u>	<u>3,392</u>	<u>3,714</u>	<u>9.2%</u>
<b>Average</b>	<b>\$3,004</b>	<b>\$3,293</b>	<b>\$3,561</b>	<b>\$3,889</b>	<b>9.0%</b>
<b>4. Combined Annual Operating Budgets**</b>					
<b>Appropriated Funds</b>					
State General Fund	\$210,518,800	\$214,956,100	\$220,322,200	\$225,894,100	2.4%
State Endowment Funds	13,635,900	11,964,700	10,020,500	9,519,600	-11.2%
Student Fees	82,105,800	97,077,200	108,710,900	119,693,300	13.4%
27th Pay Period	N/A	N/A	N/A	4,247,900	N/A
<b>Subtotal</b>	<b>\$306,260,500</b>	<b>\$323,998,000</b>	<b>\$339,053,600</b>	<b>\$359,354,900</b>	<b>5.5%</b>
<b>Non-appropriated Funds</b>					
Other Student Fees	\$48,949,800	\$51,743,000	\$51,799,900	\$49,442,200	0.4%
Fed Grants & Contracts	178,913,300	202,523,100	228,699,200	235,123,100	9.6%
State Grants & Contracts	18,708,600	27,032,800	33,309,200	26,981,400	16.2%
Gifts, Grants & Contracts	35,616,700	31,506,700	35,258,600	41,039,600	5.6%
Sales & Serv., Edu. Act.	42,633,500	41,032,300	40,187,800	41,340,800	-1.0%
Auxilliary Enterprises	77,991,500	80,666,200	89,413,000	95,170,600	6.9%
Indirect Costs	8,752,000	12,821,900	14,806,400	14,866,700	20.8%
All Other	10,749,100	10,864,100	11,187,300	9,034,600	-5.1%
<b>Subtotal</b>	<b>\$422,314,500</b>	<b>\$458,190,100</b>	<b>\$504,661,400</b>	<b>\$512,999,000</b>	<b>6.8%</b>
<b>Grand Total all Funds</b>	<b>\$728,575,000</b>	<b>\$782,188,100</b>	<b>\$843,715,000</b>	<b>\$872,353,900</b>	<b>6.2%</b>

\* 12 credits constitutes full-time enrollment.

\*\* These operating budgets do not include funding related to Professional-Technical Education or Special Programs.

Note: Operating budget are spending plans developed prior to the beginning of each fiscal year and are approved by the State Board of Education. Since student fee increases are typically approved by the Board after the College & Universities budget has been set by the legislature, the operating budgets will have more spending authority for student fees than the original appropriation.

# College and Universities Agency Profile

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## FY 2006 Operating Budgets by Institution

*(excludes funding related to Professional-Technical Education or Special Programs)*

	Boise State University	Idaho State University	University of Idaho	Lewis-Clark State College
<b>1. Appropriated Funds</b>				
State General Fund	\$69,888,500	\$61,893,600	\$82,753,500	\$11,358,500
State Endowment Funds	0	1,602,800	6,314,000	1,602,800
Student Fees	41,320,900	32,320,000	38,737,000	7,315,400
27th Pay Period	1,228,000	1,140,800	1,598,700	280,400
<b>Subtotal</b>	<b>\$112,437,400</b>	<b>\$96,957,200</b>	<b>\$129,403,200</b>	<b>\$20,557,100</b>
<b>Non-appropriated Funds</b>				
Other Student Fees	\$19,080,200	\$14,414,100	\$12,014,100	\$3,933,800
Federal Grants & Contracts	55,016,900	81,665,600	95,367,200	3,073,300
State Grants & Contracts	7,883,200	7,389,900	9,600,000	2,108,300
Private gifts, grants & contracts	5,596,300	12,623,200	21,481,500	1,338,600
Sales & Service, Educ. Activities	4,257,000	3,324,100	32,437,600	1,322,100
Auxilliary Enterprises	40,977,500	20,061,400	32,911,200	1,220,600
Indirect Costs	2,091,200	2,671,900	10,000,000	103,600
All other	3,300,500	3,037,500	1,003,700	1,692,900
<b>Subtotal</b>	<b>\$138,202,800</b>	<b>\$145,187,700</b>	<b>\$214,815,300</b>	<b>\$14,793,200</b>
<b>Grand Total all Funds</b>	<b>\$250,640,200</b>	<b>\$242,144,900</b>	<b>\$344,218,500</b>	<b>\$35,350,300</b>
<b>2. Uses of Funds</b>				
Instruction	\$75,391,600	\$69,141,500	\$82,580,100	\$13,417,264
Research	11,368,500	23,988,600	67,284,300	401,801
Public Service	10,171,900	3,708,100	8,282,500	1,193,300
Academic Support	13,584,600	9,757,700	12,094,600	2,365,763
Libraries	6,625,900	4,892,400	7,455,900	1,118,713
Student Services	7,084,000	8,158,500	10,806,700	2,383,697
Institutional Support	19,040,800	15,539,400	30,792,400	3,752,222
Physical Plant	12,381,100	13,648,000	20,458,300	2,739,711
Scholarships & Fellowships	45,635,600	69,206,300	52,538,000	3,383,500
Auxiliary Enterprises	48,071,100	22,179,800	50,049,300	3,990,429
27th Pay Period	1,285,100	1,815,600	1,598,700	280,400
Increase to Net Assets	0	109,000	277,700	323,500
<b>Total</b>	<b>\$250,640,200</b>	<b>\$242,144,900</b>	<b>\$344,218,500</b>	<b>\$35,350,300</b>

Note: Operating budget are spending plans developed prior to the beginning of each fiscal year and are approved by the State Board of Education. Since student fee increases are typically approved by the Board after the College & Universities budget has been set by the legislature, the operating budgets will have more spending authority for student fees than the original appropriation.

# College and Universities

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## Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
<b>FY 2006 Original Appropriation</b>	<b>3,672.55</b>	<b>228,934,100</b>	<b>354,361,400</b>	<b>3,672.55</b>	<b>228,934,100</b>	<b>354,361,400</b>
Reappropriations	0.00	0	43,894,600	0.00	0	43,894,600
HB 395 One-time 1% Salary Increase	0.00	2,376,400	2,376,400	0.00	2,376,400	2,376,400
Omnibus CEC Supplemental	0.00	0	0	0.00	2,822,400	2,822,400
Lump Sum Adjustment	0.00	0	0	0.00	0	0
<b>FY 2006 Total Appropriation</b>	<b>3,672.55</b>	<b>231,310,500</b>	<b>400,632,400</b>	<b>3,672.55</b>	<b>234,132,900</b>	<b>403,454,800</b>
FTP & Fund Adjustment	44.94	0	8,164,100	44.94	0	8,164,100
<b>FY 2006 Estimated Expenditures</b>	<b>3,717.49</b>	<b>231,310,500</b>	<b>408,796,500</b>	<b>3,717.49</b>	<b>234,132,900</b>	<b>411,618,900</b>
Removal of One-Time Expenditures	0.00	(2,376,400)	(50,518,900)	0.00	(2,376,400)	(50,518,900)
Endowment Fund Reallocation	0.00	954,700	0	0.00	954,700	0
<b>FY 2007 Base</b>	<b>3,717.49</b>	<b>229,888,800</b>	<b>358,277,600</b>	<b>3,717.49</b>	<b>232,711,200</b>	<b>361,100,000</b>
Benefit Costs	0.00	1,953,600	1,953,600	0.00	(2,497,900)	(3,317,900)
Inflationary Adjustments	0.00	1,318,400	1,318,400	0.00	987,500	1,318,400
Replacement Items	0.00	6,431,700	6,431,700	0.00	492,400	6,360,200
Statewide Cost Allocation	0.00	137,900	137,900	0.00	137,900	137,900
Change in Employee Compensation	0.00	2,443,600	2,443,600	0.00	4,019,400	4,508,500
Enrollment Workload Adj. & Utilities	0.00	1,695,000	1,695,000	0.00	1,695,000	1,695,000
<b>FY 2007 Program Maintenance</b>	<b>3,717.49</b>	<b>243,869,000</b>	<b>372,257,800</b>	<b>3,717.49</b>	<b>237,545,500</b>	<b>371,802,100</b>
1. Occupancy Costs	3.85	462,600	491,700	2.85	411,400	411,400
2. Salary Competitiveness	0.00	7,357,700	7,443,700	0.00	0	0
3. Funding Equity	13.00	2,184,000	2,184,000	0.00	0	0
4. New Staff and Instruction Pgms	41.00	5,958,300	5,998,700	0.00	0	0
5. Physical Plant Maintenance	0.00	15,000,000	15,000,000	0.00	0	0
6. Operating & Technology Support	3.50	4,928,800	5,022,100	0.00	0	0
7. Library Support	2.50	901,200	901,200	0.00	0	0
8. Endowment Funds Adjustment	0.00	959,900	0	0.00	959,900	0
9. Governor's Initiative - Science & Tech	0.00	0	0	0.00	1,000,000	1,000,000
Lump Sum Adjustment	0.00	0	0	0.00	0	0
<b>FY 2007 Total</b>	<b>3,781.34</b>	<b>281,621,500</b>	<b>409,299,200</b>	<b>3,720.34</b>	<b>239,916,800</b>	<b>373,213,500</b>
Change from Original Appropriation	108.79	52,687,400	54,937,800	47.79	10,982,700	18,852,100
% Change from Original Appropriation		23.0%	15.5%		4.8%	5.3%

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>FY 2006 Original Appropriation</b>					
	3,672.55	228,934,100	125,427,300	0	354,361,400

## Reappropriations

Reappropriation authority -- also known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the next year's base. Carry over requires specific legislative authorization and must be approved every year.

Agency Request	0.00	0	43,894,600	0	43,894,600
Governor's Recommendation	0.00	0	43,894,600	0	43,894,600

## HB 395 One-time 1% Salary Increase

Reflects a one-time 1% Change in Employee Compensation (CEC) increase.

Agency Request	0.00	2,376,400	0	0	2,376,400
Governor's Recommendation	0.00	2,376,400	0	0	2,376,400

## Omnibus CEC Supplemental

Agency Request	0.00	0	0	0	0
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The Governor's FY 2007 recommendation is a 3% ongoing increase in employee compensation (CEC), based on merit, to commence in FY 2006 with the January 29 pay period. This will allow agencies to fund employee compensation increases for ten pay periods prior to the end of the current fiscal year. Funding for the remaining 16 pay periods is provided in the FY 2007 CEC.

Governor's Recommendation	0.00	2,822,400	0	0	2,822,400
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## Lump Sum Adjustment

This reflects a lump sum adjustment for reappropriation, 27th pay period, and the H395 one-time 1% employee compensation.

Agency Request	0.00	0	0	0	0
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Also reflects moving the early CEC implementation into the lump sum category.

Governor's Recommendation	0.00	0	0	0	0
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## FY 2006 Total Appropriation

Agency Request	3,672.55	231,310,500	169,321,900	0	400,632,400
Governor's Recommendation	3,672.55	234,132,900	169,321,900	0	403,454,800

## FTP & Fund Adjustment

As in years past, the FY 2006 appropriation to the four year higher education institutions did not include a cap on their number of full-time equivalent positions. Recorded here is the net change in positions. Also shown are excess revenue from student fee and enrollment changes, and a transfer of student fees from restricted to unrestricted funds. Also reflects Higher Education Research Council (HERC) and Technology Incentive grants.

Agency Request	44.94	0	8,164,100	0	8,164,100
Governor's Recommendation	44.94	0	8,164,100	0	8,164,100

## FY 2006 Estimated Expenditures

Agency Request	3,717.49	231,310,500	177,486,000	0	408,796,500
Governor's Recommendation	3,717.49	234,132,900	177,486,000	0	411,618,900

## Removal of One-Time Expenditures

Removes funding provided for HB395, the 27th pay period, and carryover authority.

Agency Request	0.00	(2,376,400)	(48,142,500)	0	(50,518,900)
Governor's Recommendation	0.00	(2,376,400)	(48,142,500)	0	(50,518,900)



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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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## Endowment Fund Reallocation

\* The FY 2006 appropriation included a one-time fund shift to cover the pooled endowment shortfall, which did not affect the overall funds available for higher education. This one-time "fix" required in the budget process affected several agencies. In this case, general funds were reduced (and replaced with available earnings in higher education's endowments) so that general funds could be used to cover endowment losses in other charitable institution budgets. This decision unit reverses the FY 2006 one-time fix and reflects a shift from the endowment income fund to the general fund to return to a base funding level.

\* Also reflects the transfer of Higher Education Research Council (HERC) and Technology Incentive grants to the institutions from system wide needs.

Agency Request	0.00	954,700	(954,700)	0	0
Governor's Recommendation	0.00	954,700	(954,700)	0	0

## FY 2007 Base

Agency Request	3,717.49	229,888,800	128,388,800	0	358,277,600
Governor's Recommendation	3,717.49	232,711,200	128,388,800	0	361,100,000

## Benefit Costs

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 6.1% or \$436 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include minor adjustments in unemployment insurance rates and workers compensation rates. Also reflects a fund shift from endowment funds and student fees to the general fund in the amount of \$527,300.

Agency Request	0.00	1,953,600	0	0	1,953,600
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*Removes the PERSI rate increase and changes benefit costs to reflect a 3.5% or \$250 per FTP increase in health insurance costs. However, the change in health insurance providers, from Blue Shield to Blue Cross, has created a one-time opportunity to use unexpended reserves from the previous contract. This decision unit provides for a health insurance premium reduction equal to two month's premiums for both the employer and employee. Finally, a life insurance holiday is included equal to seven month's premium for the employer's share only. University of Idaho does not participate in the state health insurance plan, so it is not impacted by this decision unit.*

\$5,600 of endowment replacement funds and \$224,200 of student fees replacement funds are covered in savings generated by the health insurance premium reduction.

Governor's Recommendation	0.00	(2,497,900)	(820,000)	0	(3,317,900)
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## Inflationary Adjustments

Includes a general inflationary increase of 1.9% in operating expenditures. Also reflects a fund shift from endowment funds and student fees to the general fund in the amount of \$682,500.

Agency Request	0.00	1,318,400	0	0	1,318,400
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*The Governor recommends replacing all endowment funds and student fees needed for inflationary maintenance increases with General Funds, with the exception of \$330,900 in student fees replacement funds which are covered by savings generated by the health insurance premium reduction.*

Governor's Recommendation	0.00	987,500	330,900	0	1,318,400
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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>Replacement Items</b>					
BSU: computers, printers, lab equipment, AV and distance learning equipment, classroom furnishings and equipment, and document imaging equipment (\$2,153,300); books and periodicals (\$201,300)					
ISU: computers, lab equipment, and distance learning/instructional AV equipment (\$2,014,100), books and periodicals (\$181,400)					
UI: computers, furniture, lab equipment, AV equipment, telecommunications equipment, and vehicles (\$1,425,300); books and periodicals (\$280,200)					
LCSC: instructional computers (\$155,400); books and periodicals (\$20,700)					
This decision unit also reflects a fund shift from endowment funds and student fees to the general fund in the amount of \$1,438,100 (\$233,600 of which is ongoing for books and periodicals).					
Agency Request	0.00	6,431,700	0	0	6,431,700
<i>The Governor recommends \$2,125,000 to Boise State University, \$2,000,000 to Idaho State University, \$1,398,000 to University of Idaho, and \$153,600 to Lewis Clark State College. Also included is ongoing capital outlay for library books and periodicals in the amount of \$683,600.</i>					
<i>This decision unit also reflects a fund shift for one-time replacement items from endowment funds to the Economic Recovery Fund in the amount of \$214,000, and a fund shift for ongoing capital outlay from endowment funds to the General Fund in the amount of \$42,400. A fund shift for student fees is not recommended.</i>					
Governor's Recommendation	0.00	492,400	5,867,800	0	6,360,200
<b>Statewide Cost Allocation</b>					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of State Controller and State Treasurer services and includes changes in property and casualty insurance premiums.					
Agency Request	0.00	137,900	0	0	137,900
Governor's Recommendation	0.00	137,900	0	0	137,900
<b>Change in Employee Compensation</b>					
Calculated cost of a 1% salary increase for permanent and group positions. Also reflects a fund shift from endowment funds and student fees to the general fund in the amount of \$659,500.					
Agency Request	0.00	2,443,600	0	0	2,443,600
<i>Provides funding for the remaining 16 pay periods to annualize the 3% ongoing change in employee compensation recommended in the omnibus CEC supplemental. \$19,800 of endowment replacement funds and \$469,300 of student fees replacement funds are covered in savings generated by the health insurance premium reduction.</i>					
Governor's Recommendation	0.00	4,019,400	489,100	0	4,508,500
<b>Enrollment Workload Adj. &amp; Utilities</b>					
Reflects \$718,700 for Enrollment Workload Adjustment and \$976,300 for utilities cost increases.					
Agency Request	0.00	1,695,000	0	0	1,695,000
Governor's Recommendation	0.00	1,695,000	0	0	1,695,000
<b>FY 2007 Program Maintenance</b>					
Agency Request	3,717.49	243,869,000	128,388,800	0	372,257,800
Governor's Recommendation	3,717.49	237,545,500	134,256,600	0	371,802,100



# College and Universities

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>1. Occupancy Costs</b>					<b>BSU, LCSC</b>
The first three line items are listed in priority order as determined by the State Board of Education. Line items 4-7 were also requested by the institutions, but not are listed in any priority order.					
~ BSU requests funding to cover custodial costs, utilities and other operating costs (e.g. security, insurance, etc.) for the Art Studio/ classrooms in Capitol Village, the Interactive Learning Center, and academic space in residence halls (2.85 FTPs, \$69,200 PC, \$342,200 OE).					
~ LCSC also seeks occupancy costs for its Campus Activity Center. In fiscal year 2006, the occupancy costs for the Activity Center were only partially funded because the facility opened mid-year. This line item would fund the annualized cost of the Activity Center (1 FTP, \$40,200 PC, \$40,100 OE).					
Agency Request	3.85	462,600	29,100	0	491,700
<i>The Governor recommends funding costs associated with the occupancy of the Art Studio, Interactive Learning Center and academic space in the residence halls for Boise State University.</i>					
Governor's Recommendation	2.85	411,400	0	0	411,400
<b>2. Salary Competitiveness</b>					<b>UI, BSU, ISU, LCSC</b>
All four institutions are requesting additional funds to address salary needs for faculty and staff.					
~ UI is on average 14% below the national average for faculty salaries and is requesting 8% of that amount (1% CEC and 7% line item). As a part of UI's strategic plan, appropriate and competitive compensation as measured against its peer institutions is the top priority (\$5,703,700).					
~ BSU's faculty salaries are below peer levels. Their goal is to have the ability to attract and retain high quality faculty (\$500,000).					
~ ISU's faculty salaries are below national and regional averages for public higher education. Bringing salaries to the national norm is a priority for ISU (\$1,000,000).					
~ LCSC is requesting funding to address gaps between faculty and staff salaries and fair market rates (based on similar institution median rates) and partially address salary compression/equity problems (\$240,000).					
Note: If appropriated, the actual amount allocated to each institution would be based upon legislative intent (if any) and applicable Board policy.					
Agency Request	0.00	7,357,700	86,000	0	7,443,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
<b>3. Funding Equity</b>					<b>UI, BSU, ISU, LCSC</b>
In 2001, the Legislature prompted the State Board of Education to examine equity of state funding among Idaho's four-year institutions of higher education. A private consulting firm hired by the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. The Board adopted those findings in January, 2002 and rather than attempt to redistribute existing resources, is seeking \$7,920,000 in additional funds for "Base Instructional Equity", of which BSU would receive 57% and ISU 43%. Additionally, the Board is seeking \$3,000,000 for a "Science and Technology Growth Adjustment" of which the U of I would receive 77%, ISU 11%, BSU 10% and LCSC 3%. This total funding equity package, therefore, equals \$10,920,000. However, consistent with years past, the State Board of Education is requesting only 20% of this total.					
Agency Request	13.00	2,184,000	0	0	2,184,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

# College and Universities

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>4. New Staff and Instruction Pgms</b>	<b>BSU, ISU, LCSC</b>				
~ BSU is requesting 18 new faculty positions and related funding in response to continued enrollment growth. New faculty positions would be allocated as follows: College of Arts & Sciences - 4, College of Business - 3, College of Education - 5, College of Engineering - 2, and College of Social Sciences & Public Affairs - 4 (\$1,260,400 PC, \$54,000 OE).					
BSU also requests funding (annual stipend plus fee waiver) to support 30.5 graduate assistantships (\$274,500 PC, \$177,100 OE).					
Finally, BSU requests 2 FTP and related funding to meet increased demand for library services from significant and sustained enrollment growth (\$123,300).					
~ ISU is experiencing increasing interest in programs throughout the state and certain high demand programs (e.g. health professions) on campus. ISU is requesting 20 FTP (faculty and staff support plus additional part-time adjunct faculty) and related funding to improve ISU's ability to carry out its community college function and increase access to critical programs (\$3,400,000 PC, \$400,000 OE, \$200,000 CO).					
~ LCSC is requesting the addition of one grant writer (1 FTP and funding) to handle grants and contracts which have more than doubled at LCSC since 1999 (\$48,400 PC, \$61,000 OE).					
Agency Request	41.00	5,958,300	40,400	0	5,998,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
<b>5. Physical Plant Maintenance</b>	<b>UI, BSU, ISU</b>				
~ UI is experiencing a growing backlog of deferred maintenance in its physical plant which represents an unsustainable degradation of the physical infrastructure (\$14,300,000).					
~ BSU is requesting preventative maintenance funding to ensure facilities are properly maintained and repairs are made on a timely basis and avoid costly repairs due to poor maintenance (\$200,000).					
~ ISU seeks additional funds to improve regular maintenance and update facilities to provide a safe and productive learning environment (\$500,000).					
Agency Request	0.00	15,000,000	0	0	15,000,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
<b>6. Operating &amp; Technology Support</b>	<b>UI, BSU, ISU, LCSC</b>				
~ UI requests funding to address deficiencies in instructional technology in the law school classroom and courtroom and the delivery of distance education programs in Boise (\$244,800 OE, \$519,000 CO).					
~ BSU seeks funding for ongoing academic and administrative software upgrades to better meet student, faculty and staff needs (\$500,000 OE).					
~ ISU's campus communications network is in need of upgrading in order to accommodate changes in the application of technology including the central computing system and software (2 FTPs, \$130,000 PC, \$370,000 OE). ISU also seeks additional funding for communications, travel and supplies to support the infrastructure of the educational process (\$500,000 PC, \$2,500,000 OE).					
~ LCSC is requesting funds to improve the effectiveness of programs delivered on the main campus and at its outreach centers through a combination of targeted investments in instructional hardware, software and technical support (1.5 FTPs, \$76,300 PC, \$55,000 OE, \$127,000 CO).					
Agency Request	3.50	4,928,800	93,300	0	5,022,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
<b>7. Library Support</b>	<b>BSU, ISU</b>				
~ BSU seeks funding to support academic journal needs and new program growth (\$251,200 OE).					
~ Additional resources for ISU's library would give students and faculty access to information relevant to their instruction and training needs (2.5 FTPs, \$135,000 PC, \$10,000 OE, \$505,000 CO).					
Agency Request	2.50	901,200	0	0	901,200
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

# College and Universities

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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## 8. Endowment Funds Adjustment

The Land Board has voted to change its spending policy (i.e. endowment fund distributions) from 6% to 5%. This decision unit would provide a fund shift from the endowment income fund to the general fund to keep UI, ISU and LCSC at the FY 2006 base funding level.

Agency Request	0.00	959,900	(959,900)	0	0
Governor's Recommendation	0.00	959,900	(959,900)	0	0

## 9. Governor's Initiative - Science & Tech

Agency Request	0.00	0	0	0	0
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*This line item is the Governor's top priority. The Governor recommends increasing funding for research activities related to Idaho's science and technology core competencies of power and energy, agriculture/biosciences, imaging, and nanoscience and materials. The funds will be used to expand the Idaho Research Foundation to a statewide entity that will assist with technology transfer and patent and licensing agreements and enhance the Research Matching Grants program which will operate in cooperation with the Higher Education Research Council.*

Governor's Recommendation	0.00	1,000,000	0	0	1,000,000
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## Lump Sum Adjustment

A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Idaho Code §67-3508(1).

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

## FY 2007 Total

Agency Request	3,781.34	281,621,500	127,677,700	0	409,299,200
Governor's Recommendation	3,720.34	239,916,800	133,296,700	0	373,213,500

## Agency Request

Change from Original App	108.79	52,687,400	2,250,400	0	54,937,800
% Change from Original App	3.0%	23.0%	1.8%		15.5%

## Governor's Recommendation

Change from Original App	47.79	10,982,700	7,869,400	0	18,852,100
% Change from Original App	1.3%	4.8%	6.3%		5.3%